

**GOVERNMENT OF TELANGANA**  
**ABSTRACT**

Agriculture and Co-operation Department – Horticulture - Oil Palm - Fixation of Formula for the Pricing of Oilpalm Fresh Fruit Bunches (FFBS) for the period from 1<sup>st</sup> November 2014 to 31<sup>st</sup> October 2015 (Oil Year) – Orders - Issued.

**AGRICULTURE & CO-OPERATION (HORTI & SERI) DEPARTMENT**

G.O.MS.No. 23:

Dated. 25.11.2014  
Read the following

- 1) From the Under Secretary, Government of India, Ministry of Agriculture, Agriculture and Co-operation Department Lr. F.No: 12/22/2010 (TMOP), dated 13.08.2013
- 2) From Deputy Secretary, Government of India, Ministry of Agriculture, Agriculture and Co-operation Department Lr. Dt. 07.11.2013
- 3) Minutes of the meeting held at the Chambers of the APC & Prl Secretary, Agriculture and Co-operation, Government of Telangana on 03.11.2014 with the Oilpalm Processors and the representatives of the Oilpalm Farmers, Telangana State.
- 4) GO MS No 18, A&C (H&S) Department, Dated 13.11.2014.
- 5) From Commissioner of Horticulture, Government of Telangana, Letter No: NMOOP/40/2014, Dt. 14.11.2014.

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**ORDER:**

For the regulation of the Production and Processing of the Oilpalm, the Andhra Pradesh Oil Palm ( Regulation of Production and Processing ) Act was enacted on 23.01.1993, and the same has been adapted by Government of Telangana vide G.O 4<sup>th</sup> read above. Under section 13(1) of the Act, the Government is empowered on their own to fix the minimum Price to the Oil Palm Fresh Fruit Bunches (FFBs) or may authorize the Oil Palm Commissioner to do so, subject to such guidelines as they may give in that regard from time to time.

2. In the letter 1<sup>st</sup> read above, the Government of India (GOI) recommended the formula for pricing of Fresh Fruit Bunches (FFBs) of Oil Palm as follows:

*“13.54 percent of net Crude Palm Oil (CPO) weighted average price, based upon 18% Oil Extraction Ratio (OER), plus 75.25 percent on 9% recovery of palm kernel nuts weighted average price. Any variation in OER would result in change in the pricing formula in respect of percent of net CPO weighted average price to be paid to the oil palm growers as per Table given below:.*

*The OER would be determined as per actual oil content extracted in the past by the processing industry, as established by the State Governments concerned”*

The Table as mentioned above is as follows:

S. No	OER %	Percentage of net CPO weighted average Price
		75:25
1	14.00	10.53
2	14.50	10.91
3	15.00	11.29
4	15.50	11.66
5	16.00	12.04
6	16.50	12.42
7	17.00	12.79
8	17.50	13.17
9	18.00	13.54
10	18.50	13.92
11	18.70	14.07
12	19.00	14.30
13	19.50	14.67
14	19.70	14.82
15	20.00	15.05
16	21.00	15.80
17	22.00	16.55
18	23.00	17.31
19	24.00	18.06

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3. The Government of India, Ministry of Agriculture, Agriculture and Co-Operation Department vide letter 2<sup>nd</sup> cited above has directed the State Governments may go ahead with the operationalisation of the pricing formula for Fresh Fruit Bunches (FFBs) as per recommended by the GOI vide letter 1<sup>st</sup> read above.

4. A meeting was held with the APC & Prl Secretary, Agriculture and Co-operation with the Oilpalm Processors, the Oilpalm Farmers, on 03.11.2014, and they have agreed unanimously for considering the 17.55 % OER obtained by the APOILFED (Aswaraopet Processing Unit, Khammam District) during the Oil Year 2013-14, and fix the formula as per the orders issued vide ref 1<sup>st</sup> read above.

5. The quantity of FFB Processed, the CPO obtained at Aswaraopet Unit of APOILFED for the Oil year 2013-14 is as follows:

S. No	Month	Qty of FFB Processed MTs	Qty of CPO Obtained MTs	% of OER
1	November '13	2569.560	491.090	19.11
2	December '13	2088.275	402.420	19.27
3	January '14	3792.775	722.835	19.06
4	February '14	2970.000	574.870	19.36
5	March '14	3800.000	708.695	18.65
6	April '14	5380.000	979.480	18.21
7	May '14	7560.000	1307.915	17.30
8	June '14	6905.000	1156.270	16.75
9	July '14	8320.000	1239.805	14.90
10	August '14	8700.000	1475.125	16.96
11	September '14	8960.000	1582.580	17.66
12	October '14	5592.605	1053.290	18.83
	<b>Total</b>	<b>66638.315</b>	<b>11694.375</b>	<b>17.55</b>

5. After taking into consideration all the above facts and the circumstances and having careful examination of the matter, Government hereby, fix the following Formula for the pricing of Oilpalm Fresh Fruit Bunches for the period 01.11.2014 to 31.10.2015 (Oil Year), under section of 13 (1) of the A.P. Oil Palm ( Regulation of Production and Processing ) Act 1993,

**“13.20% of Net Crude Palm Oil (CPO) weighted average price ( based on the actual, average OER of 17.55 % recovered for the oil year 2013-14 by APOILFED Ashwaraopet Unit) Plus 75.25% on 9% recovery of Palm Kernel Nuts weighted average price, realized by the APOILFED”.**

6. The Commissioner of Horticulture, Telangana State shall take necessary action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

POONAM MALAKONDAIAH,  
APC & PRINCIPAL SECRETARY TO GOVERNMENT

To:

The Commissioner of Horticulture, Telangana State

The Managing Director, APOILFED, Hyderabad

Copy to:

The Oilpalm Developers and Processors of Telangana State

The Oilpalm Farmers Representatives of Aswaraopet Oil Palm Processing Unit

The P.S. to the Additional Secretary to Chief Minister, Govt. of Telangana

The P.S. to the APC & Prl Secretary to the Government, Govt. of Telangana.

The P.S to the Minister for Agriculture & Allied Sector, Govt. of Telangana.

//FORWARDED ::BY ORDER//

SECTION OFFICER